## STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS CANNABIS REGULATORY AGENCY

In the Matter of

Om of Medicine, LLC dba Mission Ann A	rbor ENF No.: 21-00361	
License No.: AU-R-000133		
	CONSENT ORDER AND STIPULATION	N

## CONSENT ORDER

On August 27, 2021, the Cannabis Regulatory Agency (CRA) issued a formal complaint against the adult-use marijuana retailer establishment license (AU-R-000133) of Om of Medicine, LLC ("Respondent") under the Michigan Regulation and Taxation of Marihuana Act (MRTMA), MCL 333.27951 et seg., and the administrative rules promulgated thereunder. The formal complaint alleged Respondent violated Mich. Admin Code, R 420.502(3), R 420.502(4), and R 420.505(1)(a),.

The executive director reviewed the stipulation contained in this document and agrees the public interest is best served by resolution of the formal complaint. Therefore, the executive director finds that all of the allegations contained in the formal complaint are true and that Respondent violated Mich Admin Code, R 420.502(3), R 420.502(4), and R 420.505(1)(a).

Accordingly, for these violations, IT IS ORDERED:

1. Respondent must pay a fine in the amount of six thousand and 00/100 dollars (\$6,000.00). This fine shall be paid within 30 days of the effective date of this order by check, money order, or online through Accela Citizen Access (ACA). Instructions on how to make online payments can be found under the Tips for Licensees bulletin section at www.michigan.gov/cra. Check or money orders shall be made payable to the State of Michigan with enforcement number "21-00361" and license number "AU-R-000133" clearly displayed on the check or

> CANNABIS REGULATORY AGENCY 2407 NORTH GRAND RIVER • P.O. BOX 30205 • LANSING, MICHIGAN 48909 www.michigan.gov/CRA

LARA is an equal opportunity employer/program

money order. Respondent shall mail the fine to Department of Licensing and Regulatory Affairs, Cannabis Regulatory Agency, PO BOX 30205, Lansing, Michigan 48909.

- 2. Respondent must provide a standard operating procedure (SOP) requiring regular testing of their point-of-sale system to ensure it is syncing with Metrc in real time so Respondent's staff can be notified of product on administrative hold, and/or requiring employees to manually check Metrc for administrative holds before every sale in their point of sale system. If Respondent fails to timely comply with the terms of this order, Respondent's license shall be suspended until compliance is demonstrated.
- Unless otherwise specified in this order, Respondent shall direct any
  communications to the CRA that are required by the terms of this order to <u>CRA-LegalHearings@michigan.gov</u>.
- 4. Respondent shall be responsible for all costs and expenses incurred in complying with the terms and conditions of this consent order.
- If Respondent violates any term or condition set forth in this order, Respondent will be subject to fines and/or other sanctions under section7(1)(c) of the MRTMA, MCL 333.27957, and Mich Admin Code, 420.808.
- Upon timely compliance of the terms of this order by Respondent, the matters set forth in the formal complaint shall be deemed resolved and closed subject to this Consent Order.

This order shall be effective 30 days after the date signed by the CRA's executive director or his designee, as set forth below.

		CAN	CANNABIS REGULATORY AGENCY		
Signed on:	6/6/2023	By: _	Brian Hanna Digitálly signed by: Brian Hanna DN; CN = Brian Hanna email = hannab@michigan.gov C = US O = CRA QU = CRA Date: 2023.06.06 09:39:33 -04'00'		
			Brian Hanna, Executive Director And/or his designee Cannabis Regulatory Agency		

## **STIPULATION**

The parties stipulate to the following:

- 1. The facts alleged in the formal complaint are true and constitute a violation of the administrative rules promulgated under the MRTMA.
- 2. Respondent understands and intends that by signing this stipulation, Respondent is waiving the right under the MRTMA, administrative rules promulgated thereunder, and the Administrative Procedures Act of 1969, MCL 24.201 et seq., to require the CRA to prove the charges set forth in the formal complaint by presentation of evidence and legal authority, and to present a defense to the charges.
- 3. The parties considered the following in reaching this agreement:
  - Respondent was cooperative and wishes to resolve the allegations without the need for and expense of an administrative hearing.
  - b. Respondent has been licensed as a retailer since 2019 and has no prior discipline against its license.
- 4. The CRA's enforcement division director or his/her designee must approve this proposed agreement before it is forwarded to the CRA's executive director or his designee for review and issuance of the above consent order. The parties reserve the right to proceed to an administrative hearing without prejudice to either party, should the CRA's enforcement division director, executive director, or their designees reject the proposed consent order.

By signing this stipulation, the parties confirm that they have read, understand, and agree with the terms of the consent order.

AGREED TO BY:

Desmond Mitchell Digitally signed by Desmond Mitchell Date: 2023.06.01 08:51:29 -04'00'

Desmond Mitchell, Operations Director and/or his designee Cannabis Regulatory Agency

Dated: \_\_\_\_

AGREED TO BY:

Cassic Walker

Cassie Walker, Authorized Officer on behalf of Respondent Om of Medicine, LLC

Dated: 5/8/2023

STATE OF MICHIGAN
DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS
MARIJUANA REGULATORY AGENCY

In the Matter of

Om of Medicine, LLC dba Mission Ann Arbor

AU-ER No.: 000168

License No.: AU-R-000133

ENF No.: 21-00361

FORMAL COMPLAINT

The Marijuana Regulatory Agency ("Complainant") files this formal complaint against Om

of Medicine, LLC dba Mission Ann Arbor ("Respondent") alleging upon information and belief

as follows:

1. The Marijuana Regulatory Agency (MRA) is authorized under the Michigan Regulation

and Taxation of Marihuana Act (MRTMA), 2018 IL1, et seq., and Executive Reorganization Order

No.2019-2, MCL 333.27001, to investigate alleged violations of the MRTMA and the

Administrative Rule promulgated thereunder, take disciplinary action to prevent such violations,

and impose fines and other sanctions against applicants and licensees that violate the MRTMA or

Administrative Rules.

2. Section 8(1)(d) of the MRTMA provides that the Administrative Rules must ensure the

health, safety, and security of the public and integrity of the marihuana establishment operations.

3. Respondent's conduct as described below is a risk to public health and safety and/or the

integrity of marihuana establishment operations.

MARIJUANA REGULATORY AGENCY
2407 NORTH GRAND RIVER • P.O. BOX 30205 • LANSING, MICHIGAN 48909
www.michigan.gov/MRA

LARA is an equal opportunity employer/program

CMP No.: 21-001012

FACTUAL ALLEGATIONS AND INTENDED ACTION OF THE MRA

4. Respondent holds an active state license under the MRTMA to operate an adult use retailer

establishment in the state of Michigan.

5. Respondent operated at 111 S. Main St. Suite 1, Ann Arbor, Michigan 48104, at all times

relevant to this complaint.

6. Following an investigation, the MRA determined that Respondent violated the MRTMA

and/or Administrative Rules promulgated thereunder as set forth below:

a. On June 14, 2021, the MRA placed statewide monitoring system (Metrc) tag

1A4050300006EF6000012162 on administrative hold, pending an investigation.

b. Between July 09, 2021, and July 10, 2021, Respondent made three sales from

statewide monitoring system (Metrc) tag 1A4050300006EF6000012162, while on

administrative hold.

c. Respondent violated Mich Admin Code, R 420.502(3), which states a marihuana

business shall not sell or transfer marihuana product that has been placed on

administrative hold, recalled, or ordered to be destroyed.

d. Respondent sold marijuana product to a customer after the package was placed on

administrative hold, which is also a violation of Mich Admin Code, R 420.505(1),

which states a marihuana sales location may sell or transfer marihuana or a

marihuana product to a marihuana customer if all of the following are met: (a) The

marihuana product has not been placed on administrative hold, recalled, or ordered

to be destroyed.

e. Respondent also violated Mich Admin Code, R 420.502(4), which states a

marihuana business must verify in the statewide monitoring system, prior to any

sale or transfer, that the marihuana product has not been placed on an

administrative hold, recalled, or ordered to be destroyed.

MARIJUANA REGULATORY AGENCY
2407 NORTH GRAND RIVER • P.O. BOX 30205 • LANSING, MICHIGAN 48909
www.michigan.gov/MRA

THEREFORE, based on the above, the MRA gives notice of its intent to impose fines and/or

other sanctions against Respondent's license, which may include the suspension, revocation,

restriction, and/or refusal to renew Respondent's license.

Under MCL 333.27957 (1)(c) and Mich Admin Code, R 420.704(2), any party aggrieved by

an action of the MRA suspending, revoking, restricting, or refusing to renew a license, or imposing

a fine, shall be given a hearing upon request. A request for a hearing must be submitted to the

MRA in writing within 21 days after service of this complaint. Notice served by certified mail is

considered complete on the business day following the date of the mailing.

Respondent also has the right to request a compliance conference under Mich Admin Code, R

420.704(1). A compliance conference is an informal meeting at which Respondent has the

opportunity to discuss the allegations in this complaint and demonstrate compliance under the

MRTMA and/or the Emergency Rules. A compliance conference request must be submitted to the

MRA in writing.

Hearing and compliance conference requests must be submitted in writing by one of the

following methods:

By Mail:

Department of Licensing & Regulatory Affairs

Marijuana Regulatory Agency

P.O. Box 30205

Lansing, Michigan 48909

In Person:

Department of Licensing & Regulatory Affairs

Marijuana Regulatory Agency

2407 North Grand River

Lansing, Michigan 48906

By Email:

MRA-LegalHearings@michigan.gov

If Respondent fails to timely respond to this formal complaint, a contested case hearing will

be scheduled to resolve this matter.

Questions about this complaint should be directed to the Marijuana Regulatory Agency's

legal section at (517) 284-8599 or MRA-LegalHearings@michigan.gov.

MARIJUANA REGULATORY AGENCY
2407 NORTH GRAND RIVER • P.O. BOX 30205 • LANSING, MICHIGAN 48909
www.michigan.gov/MRA

Dated: August 27, 2021

## MARIJUANA REGULATORY AGENCY

Claire Patterson Digitally signed by Claire Patterson Date: 2021.08.27 17:28:09 -04'00'

Claire Patterson, Scientific and Legal Section Manager

Formal Complaint ENF No.: 21-00361 MRA 5052